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ENGLIDER FOR THE PRESIDENT

Because the USSE is unlikely to make fundamental compremises in its demands concerning an Austrian treaty, the present london negotiations will collapse. In that event, the USSE probably will: (1) tighten its political and economic centrals over eastern Austria in order to weaken the present government and force changes in its personnel; and (2) seek to reduce the size and effectiveness of the present US, UK, and French establishments in Vienna.

The ultimate intention of the USSR to integrate Austria into the Satellite group remains unchanged. The treaty proposals advanced by the USSR were designed to leave Austria economically and militarily impotent to counterest Soviet methods of economic penetration, social and labor agitation, Gommunist-led strikes, and Satellite aggression. However, if the Soviet Union is unable to obtain a treaty which would end quadripartite occupation and facilitate the attainment of its objectives, the Kremlin will revise its tectics in Austria.

Although a Seviet-forced partition of Austria remains unlikely, it is probable that following the failure of the Lendon negotiations, the USSR may decide that all of Austria is beyond its greep and concentrate largely on the eastern some. In any event, the USSR will intensify its efforts to posetrate and weaken the economy of the western somes by withholding oil, food, and other supplies, and by draining off raw materials. Communist agitation in the western somes would be increased.

In order to increase the hold of the USSR upon eastern Austria, Soviet officials will remove from office non-Gemmunist police officials and administrative personnel and replace them with Communists or "politically safe" officials who are opportunists or fellow travelers. In order to embarrase the Austrian Government, increased Communist agitation for demanification can be expected, as can further arreste, terrorization, and demoralization of non-Communists in the Soviet some. In addition, Soviet officials will probably

MAR 15 1948

- 9 -

decrease the allowance of oil for Austrian use, delay the movements of food and supplies throughout the eastern sone, and continue to remove railroad rolling stock into Satellite states.

Finally, the USSR will attempt to reduce the size and effectiveness of the US, the UK, and the French establishments in Vienna because the continued presence of western forces: (1) prevents the complete incorporation of the city into the Seviet sone; (2) hinders communication of eastern Austria; (3) belsters opposition to Soviet pressure; (h) symbolises the intention of the western powers not to abandon or partition the country; and (5) provides the western powers with a base for intelligence activities. Soviet efforce, will include: insult and injury to western personnel; increased obstructionism in the Allied Commission; terrorisation of Austrian employees of the western representatives; and interference with transport necessary for the support of western personnel and establishments in Vienna.

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